
HOUSE BILL No. 1567

DIGEST OF INTRODUCED BILL

Citations Affected: IC 12-8-15.

Synopsis: State prescription drug buying pool. Requires the office of the secretary of family and social services to establish, implement, and maintain a prescription drug purchasing program (program) to negotiate the costs of prescription drugs for the following groups who may participate in the program: (1) a state agency that purchases prescription drugs or that arranges for the payment of the purchase of prescription drugs; (2) a local unit; or (3) a state educational institution. Specifies that if the state personnel department participates in the program, the self-insurance program or contract must provide for payment for prescription drugs purchased through the prescription drug purchasing program.

Effective: July 1, 2003.

Kersey

January 16, 2003, read first time and referred to Committee on Ways and Means.

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First Regular Session 113th General Assembly (2003)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2002 Regular or Special Session of the General Assembly.

HOUSE BILL No. 1567

A BILL FOR AN ACT to amend the Indiana Code concerning health.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 12-8-15 IS ADDED TO THE INDIANA CODE AS
2 A **NEW** CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY
3 1, 2003]:

4 **Chapter 15. Prescription Drug Purchasing Program**

5 **Sec. 1. (a) The office of the secretary of family and social**
6 **services shall establish, implement, and maintain a prescription**
7 **drug purchasing program to negotiate the terms related to the**
8 **purchase of prescription drugs by a person described in section 2**
9 **of this chapter.**

10 **(b) The office may contract with a pharmacy benefit manager**
11 **to conduct the negotiations required under subsection (a).**

12 **Sec. 2. The following persons may participate in the prescription**
13 **drug purchasing program established in section 1 of this chapter:**

14 **(1) A state agency:**

15 **(A) that purchases prescription drugs; or**

16 **(B) that arranges for the payment of the purchase of**
17 **prescription drugs.**



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1 (2) A local unit (as defined in IC 5-10-8-1).

2 (3) A state educational institution (as defined in
3 IC 20-12-0.5-1).

4 Sec. 3. If the state personnel department participates in the
5 prescription drug purchasing program established by section 1 of
6 this chapter and:

7 (1) establishes a self-insurance program under IC 5-10-8-7(b);
8 or

9 (2) enters into a contract for health services through one (1)
10 or more prepaid health care delivery plans under
11 IC 5-10-8-7(c);

12 that provides coverage for prescription drugs, the self-insurance
13 program or contract must provide for payment for prescription
14 drugs purchased through the prescription drug purchasing
15 program.

16 Sec. 4. The office may adopt rules under IC 4-22-2 to implement
17 this chapter.

18 SECTION 2. [EFFECTIVE JULY 1, 2003] IC 12-8-15-3, as added
19 by this act, applies to a self-insurance program or a contract with
20 a prepaid health care delivery plan that is established, entered into,
21 delivered, amended, or renewed after June 30, 2003.

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